LEGAL NOTICE

STATE OF LOUISIANA, OFFICE OF CONSERVATION, BATON ROUGE, LOUISIANA.

In accordance with the laws of the State of Louisiana, and with particular reference to the provisions of Title 30 of Louisiana Revised Statutes of 1950, a public hearing will be held in the Hearing Room, 1st Floor, LaSalle Building, 617 North 3rd Street, Baton Rouge, Louisiana, at 9:00 a.m. on **WEDNESDAY**, **SEPTEMBER 29**, **2004**, upon the application of **BRIDAS ENERGY USA, INC.**

At such hearing the Commissioner of Conservation will consider evidence relative to the issuance of Orders pertaining to the following matters relating to the **Paluxy Formation, Reservoir A,** in the Grand Cane Field, DeSoto Parish, Louisiana.

- 1. To establish rules and regulations governing the exploration for and production of gas and condensate from the Paluxy Formation, Reservoir A.
- 2. To create four (4) drilling and production units for the exploration for and production of gas and condensate from the Paluxy Formation, Reservoir A, such units being designated PXY RA SUA through PXY RA SUD, and being shown on the plat submitted with the application.
- 3. To force pool and integrate all separately owned tracts, mineral leases and other property interests within each of the proposed units with each separate tract sharing in unit production on a surface acreage basis of participation.
- 4. To designate an Operator of, and unit wells for, the proposed units as may be appropriate.
- 5. To provide that future wells drilled to the Paluxy Formation, Reservoir A, be located no closer than 330 feet to any unit line and no closer than 1,500 feet to any well completed in, drilling to, or for which a permit shall have been granted to drill to the Paluxy Formation, Reservoir A.
- 6. To consider such other matters as may be pertinent.

The Paluxy Sand, Reservoir A, in the Grand Cane Field, is hereby defined as that gas and condensate being interval encountered between the depths of 2,880 feet and 3,215 feet, electric log measurements, in the Bridas Energy USA, Inc. -John A Blunt No. 1 well, located in Section 14, Township 12 North, Range 15 West, DeSoto Parish, Louisiana.

A plat is available for inspection in the Office of Conservation in **Baton Rouge** and **Shreveport**, Louisiana. www.dnr.state.la.us/CONS/CONSEREN/hearings/pubhearings.htm.

All parties having interest therein shall take notice thereof.

BY ORDER OF:

JAMES H. WELSH COMMISSIONER OF CONSERVATION

Baton Rouge, La 8/25/04;8/28/04 S dnp

IF ACCOMMODATIONS ARE REQUIRED UNDER AMERICANS WITH DISABILITIES ACT, PLEASE ADVISE THE OFFICE OF CONSERVATION-ENGINEERING DIVISION AT P.O. BOX 94275, BATON ROUGE, LA 70804-9275 IN WRITING WITHIN TEN (10) WORKING DAYS OF THE HEARING DATE.